

FISCAL NOTE

SB 1273 - HB 1325

January 18, 2002

SUMMARY OF BILL: Provides that if a governmental entity purchases a policy or contract of liability insurance with limits in excess of the limits set out in TCA 29-20-403, the higher liability limits shall apply to any applicable judgement or award entered against that governmental entity by a court of competent jurisdiction regardless of whether the entity has or has not expressly waived the limits set forth in TCA 29-20-403.

ESTIMATED FISCAL IMPACT:

Increase Local Govt. Expenditures - Exceeds \$100,000

Estimate assumes payments greater than those required by law will create a significant cost to local governments by increasing insurance premiums.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James A. Davenport, Executive Director

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